

# House File 654

PAG LIN

HOUSE FILE 654

1 1  
1 2  
1 3 AN ACT  
1 4 RELATING TO THE EXEMPTION OF SAND HANDLING AND CORE AND MOLD  
1 5 MAKING EQUIPMENT USED IN THE MOLD MAKING PROCESS FROM SALES  
1 6 AND USE TAXES, PROVIDING REFUNDS, AND INCLUDING EFFECTIVE AND  
1 7 RETROACTIVE APPLICABILITY DATE PROVISIONS.

1 8  
1 9 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 10  
1 11 Section 1. Section 422.45, Code 2003, is amended by adding  
1 12 the following new subsection:

1 13 NEW SUBSECTION. 64. The gross receipts from the sale or  
1 14 rental of core and mold making equipment and sand handling  
1 15 equipment directly and primarily used in the mold making  
1 16 process by a foundry.

1 17 Sec. 2. REFUNDS. Refunds of taxes, interest, or penalties  
1 18 which arise from claims resulting from the enactment of  
1 19 section 422.45, subsection 64, in this Act, for sales or  
1 20 rentals of core and mold making equipment and sand handling  
1 21 equipment occurring between July 1, 1997, and the effective  
1 22 date of this Act, shall be limited to six hundred thousand  
1 23 dollars in the aggregate and shall not be allowed unless  
1 24 refund claims are filed prior to October 1, 2003,  
1 25 notwithstanding any other provision of law. If the amount of  
1 26 claims totals more than six hundred thousand dollars in the  
1 27 aggregate, the department of revenue and finance shall prorate  
1 28 the six hundred thousand dollars among all claimants in  
1 29 relation to the amounts of the claimants' valid claims.  
1 30 However, notwithstanding any other provision of law, each  
1 31 valid refund claim shall be paid by the department of revenue  
1 32 and finance in five equal installments, or as equal as  
1 33 possible, over five fiscal years beginning with the fiscal  
1 34 year beginning July 1, 2003. Claimants shall not be entitled  
1 35 to interest on any installments.

2 1 Sec. 3. EFFECTIVE DATE AND RETROACTIVE APPLICABILITY  
2 2 PROVISION. This Act, being deemed of immediate importance,  
2 3 takes effect upon enactment and applies retroactively to July  
2 4 1, 1997.

2 5  
2 6  
2 7  
2 8 \_\_\_\_\_  
2 9 CHRISTOPHER C. RANTS  
2 10 Speaker of the House

2 11  
2 12  
2 13 \_\_\_\_\_  
2 14 MARY E. KRAMER  
2 15 President of the Senate

2 16 I hereby certify that this bill originated in the House and  
2 17 is known as House File 654, Eightieth General Assembly.

2 18  
2 19  
2 20  
2 21 \_\_\_\_\_  
2 22 MARGARET THOMSON  
2 23 Chief Clerk of the House

2 24 Approved \_\_\_\_\_, 2003

2 25  
2 26 \_\_\_\_\_  
2 27 THOMAS J. VILSACK  
2 28 Governor